



State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:				
Company	David Shaver Manager			
OGM	Karl Houskeeper Environmental Scientist III			

Inspection Report

Permit Number:	C0070019
Inspection Type:	PARTIAL
Inspection Date:	Wednesday, September 24, 2008
Start Date/Time:	9/24/2008 8:30:00 AM
End Date/Time:	9/24/2008 10:30:00 AM
Last Inspection:	Wednesday, August 20, 2008

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Clear, Temp. 62 Deg. F. InspectionID Report Number: 1778

Accepted by: jhelfric

10/7/2008

Permitee: ANDALEX RESOURCES INC TOWER DIVISION Operator: ANDALEX RESOURCES INC TOWER DIVISION

Site: CENTENNIAL MINE

Address: 6750 AIRPORT RD, PO BOX 902 PRICE UT 84501

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

6,602.02	Total Permitted
35.27	Total Disturbed
	Phase I
	Phase II
	Phase III

Mineral Ownership

Types of Operations

✓ Federal	✓ Underground
✓ State	Surface
☐ County	☐ Loadout
✓ Fee	Processing
Other	Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

The only permit condition currently in place is that the permittee must submit all water monitoring data in an electronic format to the Division's web site. This condition is being met.

Inspector's Sign	nature:
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Karl Houskeeper, Environmental Scientist III

Date Wednesday, September 24, 2008

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

Permit Number: C0070019 Inspection Type: PARTIAL

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Page 2 of 3

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcemen
1.	Permits, Change, Transfer, Renewal, Sale	\checkmark		✓	
2.	Signs and Markers	✓		✓	
3.	Topsoil				
4.a	Hydrologic Balance: Diversions	✓		✓	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	✓		✓	
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring	V		✓	
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments				
8.	Noncoal Waste				
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.a	Roads: Construction, Maintenance, Surfacing				
16.Ł	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations	✓		✓	
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

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Page 3 of 3

1. Permits, Change, Transfer, Renewal, Sale

The only permit condition currently in place is that the permittee must submit all water monitoring data in an electronic format to the Division's web site. This condition is being met.

2. Signs and Markers

The Mine ID Signs needs to be replaced or updated.. The information contained on the signs is no longer accurate. The address and phone number have changed. The operator had the new information available (stickers) during the inspection to update the signs. All of the signs at points of public access will be checked on the next inspection to insure that the appropriate updates have been made.

4.a Hydrologic Balance: Diversions

Maintenance work is required at the following culvert structures: CD-17, CD-6, CD-5, CD-4, and CD-8. The structures are still functional but have enough sediment and rock accumulations that make it necessary to clean.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

The primary settling basin B needs to be cleaned in accordance with the approve Mining and Reclamation Plan (MRP). Page 5-37 and Plate 11 indicate that when the sediment level reaches the culvert inlet elevation between B2 and B1 that cells B2, B3 and B4 will be cleaned. There have been several high intensity storms that have now brought the sediment level to the stage that the cells need to be cleaned as soon as possible.

4.d Hydrologic Balance: Water Monitoring

Second quarter 2008 water monitoring has been entered into the EDI website, but has not been uploaded. Water monitoring is current.

18. Support Facilities, Utility Installations

The mine is being idled. Several fans have been shut down. A concrete cap is being placed over the vertical shaft at the new fan adjacent to the Shop. The fan shroud was removed to place the concrete cap over the shaft. The Aberdeen Mine is sealed and the Pinnacle Mine should be sealed within a week. The yards and road ways are filled with transformers, cable and equipment from the mine closure. Currently there are no obstructions to the roadways or diversions, but care needs to be taken not to block or inhibit the designed functions listed in the approved MRP.